S-0254.1			

## SENATE BILL 5126

\_\_\_\_

State of Washington 58th Legislature 2003 Regular Session

By Senators Benton and Morton

Read first time 01/15/2003. Referred to Committee on Natural Resources, Energy & Water.

- 1 AN ACT Relating to environmental appeals; and amending RCW
- 2 36.70A.300, 43.21B.170, 43.21B.180, 77.55.180, 76.09.230, and
- 3 90.58.180.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 36.70A.300 and 1997 c 429 s 14 are each amended to 6 read as follows:
- 7 (1) The board shall issue a final order that shall be based 8 exclusively on whether or not a state agency, county, or city is in
- 9 compliance with the requirements of this chapter, chapter 90.58 RCW as
- 10 it relates to adoption or amendment of shoreline master programs, or
- 11 chapter 43.21C RCW as it relates to adoption of plans, development
- 12 regulations, and amendments thereto, under RCW 36.70A.040 or chapter
- 13 90.58 RCW.
- 14 (2)(a) Except as provided in (b) of this subsection, the final
- order shall be issued within one hundred eighty days of receipt of the
- 16 petition for review, or, if multiple petitions are filed, within one
- 17 hundred eighty days of receipt of the last petition that is
- 18 consolidated.

p. 1 SB 5126

- (b) The board may extend the period of time for issuing a decision to enable the parties to settle the dispute if additional time is necessary to achieve a settlement, and (i) an extension is requested by all parties, or (ii) an extension is requested by the petitioner and respondent and the board determines that a negotiated settlement between the remaining parties could resolve significant issues in dispute. The request must be filed with the board not later than seven days before the date scheduled for the hearing on the merits of the petition. The board may authorize one or more extensions for up to ninety days each, subject to the requirements of this section.
  - (3) In the final order, the board shall either:

- (a) Find that the state agency, county, or city is in compliance with the requirements of this chapter, chapter 90.58 RCW as it relates to the adoption or amendment of shoreline master programs, or chapter 43.21C RCW as it relates to adoption of plans, development regulations, and amendments thereto, under RCW 36.70A.040 or chapter 90.58 RCW; or
- (b) Find that the state agency, county, or city is not in compliance with the requirements of this chapter, chapter 90.58 RCW as it relates to the adoption or amendment of shoreline master programs, or chapter 43.21C RCW as it relates to adoption of plans, development regulations, and amendments thereto, under RCW 36.70A.040 or chapter 90.58 RCW, in which case the board shall remand the matter to the affected state agency, county, or city. The board shall specify a reasonable time not in excess of one hundred eighty days, or such longer period as determined by the board in cases of unusual scope or complexity, within which the state agency, county, or city shall comply with the requirements of this chapter. The board may require periodic reports to the board on the progress the jurisdiction is making towards compliance.
- (4) Unless the board makes a determination of invalidity as provided in RCW 36.70A.302, a finding of noncompliance and an order of remand shall not affect the validity of comprehensive plans and development regulations during the period of remand.
- (5) Any party aggrieved by a final decision of the hearings board may appeal the decision to superior court as provided in RCW 34.05.514 or 36.01.050 within thirty days of the final order of the board. Judicial review of any decision of the hearings board shall be de novo.

SB 5126 p. 2

Sec. 2. RCW 43.21B.170 and 1995 c 382 s 3 are each amended to read as follows:

3 All proceedings before the hearings board or any of its members shall be conducted in accordance with such rules of practice and 4 5 procedure as the hearings board may prescribe. The rules must include the following provisions: (1) The department must furnish the hearings 6 7 board and the party appealing the department's decision a copy of all evidence relied upon by the department in making its decision. The 8 party appealing the department's decision must be provided this 9 information at least one day prior to the hearing before the hearings 10 board; (2) the department may only submit evidence to the hearings 11 board which supports the findings set forth in the department's 12 13 decision being appealed; and (3) if the department relied upon the observations of individuals in making its decision, those individuals 14 must be identified and made available for examination and cross-15 examination before the hearings board. The department has the burden 16 17 of proof in all proceedings before the hearings board that its decision is justified, including the burden of moving forward with the evidence. 18 The hearings board shall publish such rules and arrange for the 19 reasonable distribution thereof. 20

21 **Sec. 3.** RCW 43.21B.180 and 1994 c 253 s 6 are each amended to read 22 as follows:

23

24

2526

27

28

35

Judicial review of a decision of the hearings board may be obtained only pursuant to RCW 34.05.510 through 34.05.598, except that judicial review of a decision of the hearings board in superior court shall be de novo with the burden of proof placed on the department. The director shall have the same right of review from a decision made pursuant to RCW 43.21B.110 as does any person.

- 29 **Sec. 4.** RCW 77.55.180 and 1995 c 382 s 7 are each amended to read 30 as follows:
- 31 (1) In all appeals, the hydraulic appeals board shall have all 32 powers relating to administration of oaths, issuance of subpoenas, and 33 taking of depositions, but such powers shall be exercised in conformity 34 with chapter 34.05 RCW.
  - (2) In all appeals, the hydraulic appeals board, and each member

p. 3 SB 5126

thereof, shall be subject to all duties imposed upon and shall have all powers granted to, an agency by those provisions of chapter 34.05 RCW relating to adjudicative proceedings.

1 2

3

4 5

6 7

8

9

14

15 16

17

18

19 20

21

2223

2425

26

27

28

2930

31

32

3334

35

36

- (3) All proceedings before the hydraulic appeals board or any of its members shall be conducted in accordance with such rules of practice and procedure as the board may prescribe. Such rules shall be published and distributed.
- (4) Judicial review of a decision of the hydraulic appeals board may be obtained only pursuant to RCW 34.05.510 through 34.05.598.
- 10 (5) Judicial review of a decision of the hydraulic appeals board 11 shall be de novo with the burden of proof placed upon the department.
- 12 **Sec. 5.** RCW 76.09.230 and 1994 c 253 s 9 are each amended to read 13 as follows:
  - (1) In all appeals over which the appeals board has jurisdiction, upon request of one or more parties and with the consent of all parties, the appeals board shall promptly schedule a conference for the purpose of attempting to mediate the case. The mediation conference shall be held prior to the hearing on not less than seven days' advance written notice to all parties. All other proceedings pertaining to the appeal shall be stayed until completion of mediation, which shall continue so long as all parties consent: PROVIDED, That this shall not prevent the appeals board from deciding motions filed by the parties while mediation is ongoing: PROVIDED, FURTHER, That discovery may be conducted while mediation is ongoing if agreed to by all parties. Mediation shall be conducted by an administrative appeals judge or other duly authorized agent of the appeals board who has received training in dispute resolution techniques or has a demonstrated history of successfully resolving disputes, as determined by the appeals board. A person who mediates in a particular appeal shall not participate in a hearing on that appeal or in writing the decision and order in the appeal. Documentary and other physical evidence presented and evidence of conduct or statements made during the course of mediation shall be treated by the mediator and the parties in a confidential manner and shall not be admissible in subsequent proceedings in the appeal except in accordance with the provisions of the Washington rules of evidence pertaining to compromise negotiations.

SB 5126 p. 4

(2) In all appeals the appeals board shall have all powers relating to administration of oaths, issuance of subpoenas, and taking of depositions, but such powers shall be exercised in conformity with chapter 34.05 RCW.

- (3) In all appeals the appeals board, and each member thereof, shall be subject to all duties imposed upon and shall have all powers granted to, an agency by those provisions of chapter 34.05 RCW relating to adjudicative proceedings.
- (4) All proceedings before the appeals board or any of its members shall be conducted in accordance with such rules of practice and procedure as the board may prescribe. The appeals board shall publish such rules and arrange for the reasonable distribution thereof.
- 13 (5) Judicial review of a decision of the appeals board may be
  14 obtained only pursuant to RCW 34.05.510 through 34.05.598, except that
  15 judicial review of a decision of the appeals board shall be de novo
  16 with the burden of proof placed upon the department.
  - Sec. 6. RCW 90.58.180 and 1997 c 199 s 1 are each amended to read as follows:
    - (1) Any person aggrieved by the granting, denying, or rescinding of a permit on shorelines of the state pursuant to RCW 90.58.140 may seek review from the shorelines hearings board by filing a petition for review within twenty-one days of the date of filing as defined in RCW 90.58.140(6).

Within seven days of the filing of any petition for review with the board as provided in this section pertaining to a final decision of a local government, the petitioner shall serve copies of the petition on the department, the office of the attorney general, and the local government. The department and the attorney general may intervene to protect the public interest and ((insure)) ensure that the provisions of this chapter are complied with at any time within fifteen days from the date of the receipt by the department or the attorney general of a copy of the petition for review filed pursuant to this section. ((The shorelines hearings board shall schedule review proceedings on the petition for review without regard as to whether the period for the department or the attorney general to intervene has or has not expired.))

p. 5 SB 5126

- (2) The department or the attorney general may obtain review of any final decision granting a permit, or granting or denying an application for a permit issued by a local government by filing a written petition with the shorelines hearings board and the appropriate local government within twenty-one days from the date the final decision was filed as provided in RCW 90.58.140(6).
- (3) The review proceedings authorized in subsections (1) and (2) of this section are subject to the provisions of chapter 34.05 RCW pertaining to procedures in adjudicative proceedings. Judicial review of such proceedings of the shorelines hearings board is governed by chapter 34.05 RCW, except that judicial review of a decision by the board shall be de novo with the burden of proof on the department. The board shall issue its decision on the appeal authorized under subsections (1) and (2) of this section within one hundred eighty days after the date the petition is filed with the board or a petition to intervene is filed by the department or the attorney general, whichever is later. The time period may be extended by the board for a period of thirty days upon a showing of good cause or may be waived by the parties.
- (4) Any person may appeal any rules, regulations, or guidelines adopted or approved by the department within thirty days of the date of the adoption or approval. The board shall make a final decision within sixty days following the hearing held thereon.
- (5) The board shall find the rule, regulation, or guideline to be valid and enter a final decision to that effect unless it determines that the rule, regulation, or guideline:
  - (a) Is clearly erroneous in light of the policy of this chapter; or
- (b) Constitutes an implementation of this chapter in violation of constitutional or statutory provisions; or
  - (c) Is arbitrary and capricious; or

- (d) Was developed without fully considering and evaluating all material submitted to the department during public review and comment; or
  - (e) Was not adopted in accordance with required procedures.
- 35 (6) If the board makes a determination under subsection (5)(a) 36 through (e) of this section, it shall enter a final decision declaring 37 the rule, regulation, or guideline invalid, remanding the rule, 38 regulation, or guideline to the department with a statement of the

SB 5126 p. 6

reasons in support of the determination, and directing the department to adopt, after a thorough consultation with the affected local government and any other interested party, a new rule, regulation, or guideline consistent with the board's decision.

(7) A decision of the board on the validity of a rule, regulation, or guideline shall be subject to review in superior court, if authorized pursuant to chapter 34.05 RCW. A petition for review of the decision of the shorelines hearings board on a rule, regulation, or guideline shall be filed within thirty days after the date of final decision by the shorelines hearings board.

--- END ---

p. 7 SB 5126